

ENC 2

**COUNTY OF SAN LUIS OBISPO**

**SINGLE AUDIT REPORT**

**YEAR ENDED JUNE 30, 2008**

SAR  
1/13/09

# COUNTY OF SAN LUIS OBISPO

Single Audit Report  
For the Year Ended June 30, 2008

## Table of Contents

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	1-2
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 .....	3-5
Schedule of Expenditures of Federal Awards.....	6-15
Notes to Schedule of Expenditures of Federal Awards .....	16-18
Schedule of Findings and Questioned Costs.....	19-39
Summary Schedule of Prior Audit Findings.....	40-42
Supplementary Schedule of Grant Expenditures .....	43-45



GALLINA<sup>LLP</sup>

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Supervisors  
County of San Luis Obispo  
San Luis Obispo, California

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, of the County of San Luis Obispo, as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 22, 2008. We conducted our audit in accordance with auditing standards accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County of San Luis Obispo's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Board of Supervisors  
County of San Luis Obispo

Internal Control Over Financial Reporting (continued)

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of San Luis Obispo's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information of the audit committee, management, the Board of Supervisors, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Yalling LLP*

Roseville, California  
December 22, 2008



GALLINA<sup>LLP</sup>

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH  
MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN  
ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Supervisors  
County of San Luis Obispo  
San Luis Obispo, California

Compliance

We have audited the compliance of the County of San Luis Obispo, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The County of San Luis Obispo's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County of San Luis Obispo's management. Our responsibility is to express an opinion on the County of San Luis Obispo's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of San Luis Obispo's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County of San Luis Obispo's compliance with those requirements.

As described in items 08-SA-2, 08-SA-3, 08-SA-4, and 08-SA-5 in the accompanying schedule of findings and questioned costs, the County of San Luis Obispo did not comply with requirements regarding eligibility and special tests that are applicable to its Temporary Assistance for Needy Families Program. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to those programs.

Board of Supervisors  
County of San Luis Obispo

Internal Control Over Compliance

In our opinion, except for the noncompliance described in the preceding paragraph, the County of San Luis Obispo complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

The management of the County of San Luis Obispo is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County of San Luis Obispo's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County of San Luis Obispo's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that non-compliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 08-SA-1, 08-SA-2, 08-SA-3, 08-SA-4, 08-SA-5, 08-SA-6, 08-SA-7, 08-SA-8, and 08-SA-9 to be significant deficiencies.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material non-compliance with a type of compliance requirements of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider item 08-SA-1, 08-SA-2, 08-SA-3, 08-SA-4, 08-SA-5, 08-SA-6, 08-SA-7, and 08-SA-8 to be material weaknesses.

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

Board of Supervisors  
County of San Luis Obispo

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, and business-type activities, each major fund, and the aggregate remaining fund information of the County of San Luis Obispo as of and for the year ended June 30, 2008, and have issued our report thereon dated December 22, 2008. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The Supplementary Schedules of Grant Expenditures have not been subjected to auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

This report is intended solely for the information and use of the audit committee, management, the Board of Supervisors, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Gallina LLP*

Roseville, California  
December 22, 2008

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Grantor's Number	Federal CFDA Number	2007/2008 Revenue Recognized	2007/2008 Expenditures
<b>U. S. DEPARTMENT OF AGRICULTURE</b>				
Passed through State Department of Social Services: ✓				
Food Stamps	--	10.551*	\$ 11,299,521	\$ 11,299,521
Food Stamp Administration - Prior year adjustment	--	10.561*	(241)	(241)
Food Stamp Administration	--	10.561*	2,113,810	2,113,810
Subtotal Pass-Through			<u>13,413,090</u>	<u>13,413,090</u>
Passed through State Department of Education: ✓				
School Nutrition Program - Breakfast	--	10.553	40,691	40,691
School Nutrition Program - Lunch	--	10.555	62,970	62,970
Subtotal Pass-Through			<u>103,661</u>	<u>103,661</u>
Passed through State Department of Health Services: ✓				
Infant Children Nutrition Program	05-45793	10.557	801,570	801,570
Infant Children Nutrition Program -Prior year adjustment	05-45793	10.557	88,558	48,558
Subtotal Pass-Through			<u>890,128</u>	<u>850,128</u>
Passed through CalTrans: ✓				
National Scenic Byways	05-4959	10.167	30,919	30,919
Passed through State Department of Forestry and Fire Protection: ✓				
Volunteer Fire Assistance Program	7FG70098	10.664	3,500	3,500
Passed through State Controller's Office: ✓				
Federal Forest Reserve Fee	--	10.665	11,495	11,495
Federal Grazing Fees	--	10.666	5,297	5,297
Subtotal Pass-Through			<u>16,792</u>	<u>16,792</u>
Passed through State Dept of Food and Agriculture: ✓				
Pest Detection	07-0647	10.025	64,503	64,503
Sudden Oak Death	07-0450	10.025	36,862	36,862
Glassy-Winged Sharpshooter	07-0104	10.025	433,701	434,712
Light Brown Apple Moth Trapping	07-0859	10.025	73,417	73,417
Subtotal Pass-Through			<u>608,483</u>	<u>609,494</u>
<b>Total Dept. of Agriculture</b>			<u>\$ 15,066,573</u>	<u>\$ 15,027,584</u>

\* Major Program



# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Grantor's Number	Federal CFDA Number	2007/2008 Revenue Recognized	2007/2008 Expenditures
<b>U. S. DEPT OF HOUSING &amp; URBAN DEVELOPMENT</b>				
Direct programs:				
Low Income Housing Assistance Community Devel. Block Grants	--	14.218	\$ 2,731,428	\$ 2,731,428
Emergency Shelter Grant Program	--	14.231	90,945	90,945
Supportive Housing Program	--	14.235	804,312	803,804
Home Partnership Investment Program	--	14.239	2,387,742	2,387,742
American Dream Downpayment Initiative	--	14.239	80,550	80,550
Housing Opportunities for Persons With Aids-Development	07-65537	14.241	129,233	129,233
Housing Opportunities for Persons With Aids-Development	06-55733	14.241	38,750	38,750
<b>Total Dept. of Housing &amp; Urban Development</b>			<b>\$ 6,262,960</b>	<b>\$ 6,262,452</b>
<b>U. S. DEPT OF THE INTERIOR</b>				
Direct program:				
Federal In-Lieu tax	--	15.226	5,983	5,983
Federal In-Lieu tax	--	15.226	612,716	612,716
Subtotal CFDA 15.226			618,699	618,699
Pass-Through State:				
Rios Caledonia Adobe	06-05-ML	15.904	43,349	43,349
Lopez Playground	06-05-ML-0208	15.904	103,156	103,156
Subtotal CFDA 15.904			146,505	146,505
<b>Total Dept. of Interior</b>			<b>\$ 765,204</b>	<b>\$ 765,204</b>
<b>U. S. DEPT OF JUSTICE</b>				
Public Safety Partnership and Community Policing Grants:				
COPS Technology Award	08 99 87	16.710	32,816	32,816
COPS Technology Award-Prior year adjustment	08 99 87	16.710	(1,294)	(1,294)
Bureau of Immigration & Customs Enforcement	--	16.710	74,806	74,806
Bureau of Immigration & Customs Enforcement-Prior year under-accrual	--	16.710	19,697	--
COPS Technology Award-SS Awards	--	16.710	400	400
COPS Technology Award-SS Awards-Prior year adjustment	--	16.710	198	198
Subtotal CFDA 16.710			126,623	106,926
State Criminal Alien Assistance Program	--	16.606	249,798	249,798
Southwest Border Patrol	--	16.607	15,734	15,734
Cannabis Eradication Program	--	16.738	25,000	25,000
Justice Assistance Grant	--	16.738	13,084	13,084
Subtotal			303,616	303,616
Subtotal Direct			430,239	410,542

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<b>U. S. DEPT OF JUSTICE (continued)</b>				
Passed through State Department of Emergency Services: ✓				
Byrne Formula Grants:				
Gang Task Force	DC06170400	16.579	\$ 167,479	\$ 167,479
Marijuana Suppression Grant	MS06050400	16.579	177,168	177,168
Marijuana Suppression Grant -Prior year adjustment	MS06050400	16.579	9,628	--
Subtotal CFDA 16.579			<u>354,275</u>	<u>344,647</u>
 Victim Witness Assistance	 VW07260400	 16.575	 83,341	 83,341
Victim Witness Elder Abuse	EA07100400	16.582	105,000	105,000
Subtotal			<u>188,341</u>	<u>188,341</u>
 Subtotal State Dept. of Emergency Services			<u>542,616</u>	<u>532,988</u>
 Passed through State Board of Corrections: ✓				
Coordinated Enforcement Plan for Reducing Juvenile Crime	CSA 166-06	16.523	13,573	13,573
 <b>Total Dept. of Justice</b>			<b><u>\$ 986,428</u></b>	<b><u>\$ 957,103</u></b>
 <b>U. S. DEPARTMENT OF TRANSPORTATION</b>				
Direct program:				
Airport Improvement Program	DTFA 08-04-C-31526	20.106*	74,377	74,377
Airport Improvement Program	AIP 30-06-0228-33	20.106*	8,088,844	8,088,844
Airport Improvement Program-Prior year adjustment	AIP 30-06-0228-33	20.106*	1,347,594	1,347,594
Airport Improvement Program	DTFA 08-04-C-31548	20.106*	3,003,514	3,003,514
Airport Improvement Program	DTFA 08-06-C-31799	20.106*	8,844,518	8,844,518
Airport Improvement Program-Prior year adjustment	DTFA 08-06-C-31799	20.106*		
Subtotal CFDA 20.106			<u>21,358,847</u>	<u>21,358,847</u>
 Passed through State Department of Transportation:				
Public Ways and Facilities	BHLS-5949(062)	20.205	131,486	131,486
Public Ways and Facilities -Prior year adjustment	BHLS-5949(062)	20.205	121,864	121,864
Public Ways and Facilities	BHLS-5949(063)	20.205	88,776	88,776
Public Ways and Facilities -Prior year adjustment	BHLS-5949(063)	20.205	101,030	101,030
Public Ways and Facilities -Prior year adjustment	BRLO-5949(021)	20.205	(715)	(715)
Public Ways and Facilities	BRLO-5949(019)	20.205	19,977	19,977
Public Ways and Facilities	BRLO-5949(009)	20.205	15,360	15,360
Public Ways and Facilities	BRLO-5949(027)	20.205	288,986	288,986
Public Ways and Facilities	BRLO-5949(023)	20.205	1,002,489	1,002,489
Public Ways and Facilities	BRLO-5949(065)	20.205	50,402	50,402
Public Ways and Facilities	BRLO-549(076)	20.205	3,914,382	3,914,382
Public Ways and Facilities -Prior year adjustment	BRLO-5949(064)	20.205	9,179	9,179
Public Ways and Facilities -Prior year adjustment	TCSP-05CA(002)	20.205	17,213	17,213
Public Ways and Facilities	STPLER-5949(041)	20.205	39,066	39,066

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<b>U. S. DEPARTMENT OF TRANSPORTATION</b>				
(continued)				
Passed through State Department of Transportation				
(continued):				
Public Ways and Facilities	RPSTPLE 5949(097)	20.205	\$ 37,207	\$ 37,207
Public Ways and Facilities	RPSTPLE 5949(106)	20.205	335,971	335,971
Public Ways and Facilities	BPMPL 5949 (102)	20.205	16,591	16,591
Public Ways and Facilities	BPMPL 5949 (104)	20.205	171,535	171,535
Subtotal CFDA 20.205			<u>6,360,799</u>	<u>6,360,799</u>
National Scenic Byways	05-5949	20.931	<u>135,296</u>	<u>135,296</u>
Subtotal passed through State Transportation Department			<u>6,496,095</u>	<u>6,496,095</u>
<b>Total Dept. of Transportation</b>			<b><u>\$ 27,854,942</u></b>	<b><u>\$ 27,854,942</u></b>
<b>ENVIRONMENTAL PROTECTION AGENCY-OFFICE OF GROUND WATER AND DRINKING WATER</b>				
Passed through State Department of Water Resources:				
Lopez Water Treatment Plant Upgrade	SRF2002CX138	66.468	1,424,734	1,425,358
Lopez Water Treatment Plant Upgrade-Prior year adjustment	SRF2002CX138	66.468	<u>3,229,682</u>	<u>--</u>
<b>Total Environmental Protection Agency</b>			<b><u>\$ 4,654,416</u></b>	<b><u>\$ 1,425,358</u></b>
<b>U. S. DEPT OF EDUCATION</b>				
Passed through State Department of Education:				
Special Education - Grants to States				
Individuals with Disabilities Education Act	--	84.027	<u>493,186</u>	<u>493,186</u>
Passed through California Friday Night Live Partnership:				
Friday Night Live Mentor	--	84.186	<u>33,690</u>	<u>33,690</u>
Passed through State Department of Alcohol and Drug:				
Programs:				
Safe and Drug-Free Schools and Communities - State Grants				
Drug Free School Program-Friday Night Live Expansion	SDF 03-17	84.186	33,064	33,064
Drug Free School Program-Dare to Be You	SDF 03-36	84.186	28,062	28,062
Drug Free School Program-Strengthening Families	SDF 07-03	84.186	129,620	129,620
Subtotal CFDA 84.186			<u>190,746</u>	<u>190,746</u>
<b>Total Dept. of Education</b>			<b><u>\$ 717,622</u></b>	<b><u>717,622</u></b>

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<b>U. S. DEPT OF HEALTH &amp; HUMAN SERVICES</b>				
Direct Program:				
Safe and Drug Free Communities-Mentoring	1H79SP014545-01	93.276	\$ 55,240	\$ 55,240
Safe and Drug Free Communities	5H793P012329-05	93.276	110,788	110,788
			<u>166,028</u>	<u>166,028</u>
Passed through State Office of Emergency Services:				
Health Resources Services Administration	EPO 07-40	93.889	177,492	177,492
Hospital Preparation Program	EPO HPP 07-040	93.889	59,626	59,181
Subtotal CFDA 93.003			<u>237,118</u>	<u>236,673</u>
Passed through Sate Department of Alcohol and Drug Programs:				
Block Grants for Prevention and Treatment of Substance Abuse:				
Drug and Alcohol Abuse Block Grant-Discretionary Funds	--	93.959	1,248,614	1,248,614
Drug and Alcohol Abuse Block Grant-HIV Set-aside Funds	--	93.959	58,019	58,019
Drug and Alcohol Abuse Block Grant-Adolescent and Youth Treatment	--	93.959	176,765	176,765
Drug and Alcohol Abuse Block Grant-Perinatal Set-aside Funds	--	93.959	72,201	72,201
Drug and Alcohol Abuse Block Grant-Abuse Treatment and Testing Accountability	--	93.959	58,710	58,710
Subtotal CFDA 93.959			<u>1,614,309</u>	<u>1,614,309</u>
Subtotal Direct Programs			<u>2,017,455</u>	<u>2,017,010</u>
Passed through State Department of Child Support Services: ✓				
Child Support Enforcement:				
Program Cost	--	93.563	3,157,670	3,157,670
Incentive Program	--	93.563	286,268	286,268
Federal Financial Participation	--	93.563	34,802	34,802
Subtotal CFDA 93.563			<u>3,478,740</u>	<u>3,478,740</u>
Passed through State Department of Health Services: ✓				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs:				
Tuberculosis Grant	SLOCO	93.116	12,036	12,000
Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children Program:				
Lead Poisoning	05-45166	93.197	58,662	58,662
Lead Poisoning-Prior year adjustment	05-45166	93.197	68	68
Subtotal CFDA 93.197			<u>58,730</u>	<u>58,730</u>

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<b>U. S. DEPT OF HEALTH &amp; HUMAN SERVICES</b>				
(continued)				
Passed through State Department of Health Services				
(continued):				
Immunization Grants:				
Immunization Action Plan	06-55198	93.268	\$ 69,336	\$ 69,336
Immunization Action Plan-Prior year adjustment	05-45426	93.268	731	731
Child Hlth & Disability Prevention	SLO 40	93.268	246,143	246,143
Child Hlth & Disability Prevention-Prior year adjustment	SLO 40	93.268	5,573	5,573
Subtotal CFDA 93.268			<u>321,783</u>	<u>321,783</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance Programs:				
Subvention-Bio Terrorism Planning	EPO 07-40	93.283	146,530	146,530
Subvention-Bio Terrorism Planning	EPO CDC 07-40	93.283	3,830	3,830
Subtotal CFDA 93.283			<u>150,360</u>	<u>150,360</u>
Centers for Disease Control and Prevention - CDC Base Public Health '08	EPO-CDC-08-40	93.069	465,136	465,136
HIV Care Formula Grants:				
AIDS Case Management	07-65079	93.917	139,517	139,517
HIV Care Consortium (Ryan White)	03-75928	93.917	107,146	107,146
Subtotal CFDA 93.917			<u>246,663</u>	<u>246,663</u>
Medical Assistance Program:				
Medi-Cal Administration	04-35107	93.778*	1,279,661	1,279,661
Medi-Cal Administration -Targeted Case Management	40-0407	93.778*	1,103,981	1,103,981
Medi-Cal Administration-Outreach Education Retention & Utilization (OERU)-Prior Year Adjustment	2006-40	93.778*	4,713	4,713
Administration: Medi-Cal	--	93.778*	45,642	45,642
Administration: Medi-Cal	--	93.778*	74,511	--
Administration: Medi-Cal	--	93.778*	877,672	5,331,690
Administration: Medi-Cal-Prior year adjustment	--	93.778*	204,847	204,847
Subtotal CFDA 93.778			<u>3,591,027</u>	<u>7,970,534</u>
Maternal and Child Health Services Block Grant to the States:				
Children Services	SLOCOMTP	93.994	502,452	502,452
Children Services-Prior year adjustment	SLOCOMTP	93.994	112,323	112,323
HIV Prevention Program-Alternate Test Sites	07-65079 07-40	93.994	39,387	39,387
HIV Prevention Program-ATS -Prior year under-accrual	01-15095	93.994	756	756
Statewide Immunization Information System (SIIS)	07-65294	93.994	125,306	125,306

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<b>U. S. DEPT OF HEALTH &amp; HUMAN SERVICES</b>				
(continued)				
Passed through State Department of Health Services				
(continued):				
Maternal and Child Health Services Block Grant to the States (continued):				
Statewide Immunization Information System-Prior year adjustment	06-55245	93.994	\$ 41	\$ 41
Maternal & Child Health Services	200640	93.994	198,000	198,000
Maternal & Child Health Services-Prior year adjustment	200540	93.994	8,625	8,625
Adolescent Family Life Program-Prior year adjustment	200640	93.994	93,792	93,792
Subtotal CFDA 93.994			<u>1,080,682</u>	<u>1,080,682</u>
Subtotal State Department of Health Services			<u>5,926,417</u>	<u>10,305,888</u>
Passed through the State Department of Mental Health: ✓				
Mental Health-McKinney Homeless	--	93.150	45,772	45,772
Mental Health-Substance Abuse (SAMHSA)	--	93.958	434,664	434,664
Subtotal			<u>480,436</u>	<u>480,436</u>
Passed through the State Department of Social Services:				
Promoting Safe and Stable Families:				
Administration: Family Support	--	93.556	141,046	141,046
Administration: Family Support-Prior year adjustment	--	93.556	349	349
Subtotal CFDA 93.556			<u>141,395</u>	<u>141,395</u>
Temporary Assistance for Needy Families:				
Administration: CALWORKS	--	93.558*	12,659,224	12,659,224
Administration: CALWORKS-Prior year adjustment	--	93.558*	258,680	258,680
Assistance: CALWORKS	--	93.558*	7,186,348	7,186,348
Subtotal CFDA 93.558			<u>20,104,252</u>	<u>20,104,252</u>
Foster Care - Title IV-E				
Administration: Probation - Title IV E	--	93.658*	1,644,663	1,644,663
Administration: Probation - Title IV E- Prior year adjustment	--	93.658*	(191,883)	(191,883)
Administration: Foster Care - Title IV E	--	93.658*	3,732,889	3,732,889
Administration: Foster Care - Title IV E-Prior year adjustment	--	93.658*	7,705	7,705
Assistance: Foster Care	--	93.658*	2,633,524	2,633,524
Subtotal CFDA 93.658			<u>7,826,898</u>	<u>7,826,898</u>

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Grantor's Number	Federal CFDA Number	2007/2008 Revenue Recognized	2007/2008 Expenditures
<b>U. S. DEPT OF HEALTH &amp; HUMAN SERVICES</b>				
(continued)				
Passed through the State Department of Social Services				
(continued):				
Administration: Social Services Programs - Other	--	93.645	\$ 148,905	\$ 148,905
Administration: Adoption	--	93.659	677,033	683,999
Administration: Adoption-Prior year under-accrual	--	93.659	80	80
Assistance: Adoption	--	93.659	2,155,212	2,155,212
Administration: Independent Living Skills	--	93.674	136,719	136,719
Administration: Independent Living Skills-Prior year adjustment	--	93.674	1,462	1,462
Child Welfare Services-Title XX	--	93.667	175,712	175,712
Child Welfare Services-Title XX-Prior year adjustment	--	93.667	(44,972)	(44,972)
Targeted Case Management	--	93.779	78,274	78,274
Targeted Case Management-Prior year adjustment	--	93.779	(27,695)	(27,695)
Medi-Cal Admin	--	93.779	340,162	340,162
Medi-Cal Admin-Prior year adjustment	--	93.779	126,610	126,610
Subtotal			<u>3,767,502</u>	<u>3,774,468</u>
Subtotal State Department of Social Services			<u>31,840,047</u>	<u>31,847,013</u>
Subtotal Pass-through programs			<u>41,725,640</u>	<u>46,112,077</u>
<b>Total Dept. of Health &amp; Human Services</b>			<b><u>\$ 43,743,095</u></b>	<b><u>\$ 48,129,087</u></b>
<b>DEPARTMENT OF HOMELAND SECURITY</b>				
Direct Programs:				
Transportation Security Administration, Law Enforcement Personnel	HSTS0208HSLR257	97.090	189,098	189,098
Assistance to Firefighters	--	97.044	--	986
Subtotal Direct			<u>189,098</u>	<u>190,084</u>
Passed through State Office of Emergency Services:				
State Domestic Preparedness Equipment Support Program:				
State Homeland Security Grant Program	--	97.004	142,980	142,980
Hazard Mitigation Grants:				
Hazard Mitigation Grant (83.548)	HMPG #1046-0157-1003	97.039	800,097	800,097
Hazard Mitigation Grant (83.548)-Prior year adjustment	HMPG #1046-0157-1003	97.039	10,000	10,000
Subtotal CFDA 97.039			<u>810,097</u>	<u>810,097</u>
Emergency Management Performance Grants:				
Emergency Management Program Grant-Non Terrorism '08	2008-2009	97.042	57,260	57,097

\* Major Program

# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Grantor's Number	Federal CFDA Number	2007/2008 Revenue Recognized	2007/2008 Expenditures
<b>DEPARTMENT OF HOMELAND SECURITY</b>				
(continued)				
Passed through State Office of Emergency Services				
(continued):				
Emergency Management Program Grant-Non Terrorism '07	EMF 2007 GR 0702	97.042	\$ 5,468	\$ 5,153
Emergency Management Program Grant-Non Terrorism '07-				
Prior year adjustment	EMF 2007 GR 0702	97.042	(2,028)	(2,028)
Subtotal CFDA 97.042			<u>60,700</u>	<u>60,222</u>
Homeland Security Grant Program 2007-2008	2007-20008	97.073	--	1,931
Homeland Security Grant Program	2005-15	97.073	23,612	23,612
Homeland Security Grant Program - Prior year adjustment	2005-15	97.073	6,999	6,999
Homeland Security Grant Program	2006-0071	97.073	40,348	40,348
Homeland Security Grant Program (Emergency Planning-2006)	2006-0071	97.073	6,912	6,912
Homeland Security Grant Program (Emergency Planning-2006)-Prior year adjustment	2006-0071	97.073	3,103	3,103
Homeland Security Grant Program	2006-0071	97.073	10,329	10,329
Homeland Security Grant Program	2006-0071	97.073	3,900	3,900
Homeland Security Grant Program	2007-0008	97.073	45,000	45,000
Homeland Security Grant Program	SLOCO 07	97.073	37,968	37,968
Homeland Security Grant Program	SLOCO 06	97.073	37,404	37,404
Homeland Security Grant Program	2007-2008	97.073	6,598	6,598
Homeland Security Grant Program	--	97.073	363,193	363,193
Subtotal CFDA 97.073			<u>585,366</u>	<u>587,297</u>
Law Enforcement Terrorism Prevention Program	2007-2008	97.074	--	11,361
Law Enforcement Terrorism Prevention Program	2006-71	97.074	9,489	9,489
Law Enforcement Terrorism Prevention Program-Prior year adjustment	2006-71	97.074	(3,279)	(3,279)
Law Enforcement Terrorism Prevention Program	2005-15	97.074	3,000	3,000
Subtotal CFDA 97.074			<u>9,210</u>	<u>20,571</u>
State and Local Joint Operations Reimbursement Program	--	97.000	19,956	19,956
Subtotal Pass-through			<u>1,628,309</u>	<u>1,641,123</u>
Total Department of Homeland Security			<u>\$ 1,817,407</u>	<u>\$ 1,831,207</u>
Total Expenditures of Federal Awards Excluding Loans			<u>\$101,868,647</u>	<u>\$ 102,970,559</u>



# COUNTY OF SAN LUIS OBISPO, CALIFORNIA

## Schedule of Federal Financial Assistance For the Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal CFDA Number</u>	<u>2007/2008 Revenue Recognized</u>	<u>2007/2008 Expenditures</u>
<u>Federal Loan Balances With a Continuing Compliance Requirement at Year-End</u>				
<u>U.S. Department of Housing and Urban Development</u>				
Passed through State Department of Housing and Community Development:				
Community Development Block Grants/Entitlement Grants	--	14.218	--	\$ 1,862,997
HOME Investment Partnerships Program	--	14.239	--	<u>11,303,562</u>
Total U.S. Department of Housing and Urban Development				<u>13,166,559</u>
<u>U.S. Environmental Protection Agency</u>				
Passed through State Department of Water Resources:				
Lopez Water Treatment Plant Upgrade	--	66.468	--	<u>19,435,545</u>
Federal Loan Balances with a Continuing Compliance Requirement				<u>32,602,104</u>
Total Expenditures of Federal Awards Including Loans				<u>\$ 135,572,663</u>

# COUNTY OF SAN LUIS OBISPO

## Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Note 1: **Reporting Entity**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the County of San Luis Obispo. The County of San Luis Obispo's reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

Note 2: **Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County and is presented on Generally Accepted Accounting Principles. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3: **Relationship to Financial Statements**

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within the County's financial statements. Federal award revenues are reported principally in the County's financial statements as intergovernmental revenues in the General and Special Revenue funds.

Note 4: **Subrecipients**

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the County of San Luis Obispo provided federal awards to subrecipients as follows:

Amount Federal CFDA	Program Title	Provided to Subrecipients
14.218	Low Income Housing Assistance Community Development Block Grants	\$ 2,724,433
14.231	Emergency Shelter Grant Program	90,945
14.235	Supportive Housing Program	804,312
14.239	HOME Investment Partnerships Program	2,163,291
93.778	Medi-CAL Administration	670,562
93.958	Mental Health-Substance Abuse (SAMHSA)	84,699
	Total	<u>\$ 6,538,242</u>

# COUNTY OF SAN LUIS OBISPO

## Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

### Note 5: Federally-Funded Loans Receivable

The following programs had federally-funded loans receivable from third parties outstanding at June 30, 2008:

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Amount Outstanding</u>
14.218	Community Development Block Grants/Entitlement Grants	\$ 1,862,997
14.239	HOME Partnership Investment Program	<u>11,303,562</u>
	Total	<u>\$ 13,166,559</u>

### Note 6: Program Clusters

Federal programs, which must be audited together as a program cluster, include the following:

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Federal Expenditures</u>
<u>Food Stamp Cluster:</u>		
10.551	Food Stamps	\$ 11,299,521
10.561	State Administrative Matching Grants for Food Stamp Program	<u>2,113,569</u>
	Total	<u>\$ 13,413,090</u>

# COUNTY OF SAN LUIS OBISPO

## Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Note 6: **Program Clusters** (continued)

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Federal Expenditures</u>
<u>Child Nutrition Cluster:</u>		
10.553	School Nutrition Program – Breakfast	\$ 40,691
10.555	School Nutrition Program – Lunch	<u>62,970</u>
	Total	<u>\$ 103,661</u>
<u>Schools and Roads Cluster:</u>		
10.665	Federal Forest Reserve Fee	\$ 11,495
10.666	Federal Grazing Fees	<u>5,297</u>
	Total	<u>\$ 16,792</u>
<u>Homeland Security Cluster</u>		
97.004	State Homeland Security Grant Program	\$ 142,980
97.042	State Homeland Security Grant Program	60,222
97.073	Homeland Security Grant Program	587,297
97.074	Law Enforcement Terrorism Prevention Program	<u>20,571</u>
	Total	<u>\$ 811,070</u>

Note 7: **Pass-Through Entities' Identifying Number**

When federal awards were received from a pass-through entity, the Schedule of Expenditures of Federal Awards shows, if available, the identifying number assigned by the pass-through entity. When no identifying number is shown, the County determined that no identifying number is assigned for the program or the County was unable to obtain an identifying number from the pass-through entity.

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

### Section 1

#### Financial Statements

#### Summary of Auditor's Results

- |  |               |
|--|---------------|
| 1. Type of auditor's report issued:  | Unqualified   |
| 2. Internal controls over financial reporting:                                   |               |
| a. Material weaknesses identified?   | No            |
| b. Significant deficiencies identified not considered to be material weaknesses? | None Reported |
| 3. Noncompliance material to financial statements noted?                         | No            |

#### Federal Awards

- |   |             |
|---|-------------|
| 1. Internal control over major programs:  |             |
| a. Material weaknesses identified?  | Yes         |
| b. Significant deficiencies identified not considered to be material weaknesses?  | Yes         |
| 2. Type of auditor's report issued on compliance for major programs:  |             |
| Temporary Assistance for Needy Families   | Qualified   |
| All Other Major Programs  | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Circular OMB A-133, Section 510(a)? | Yes         |
| 4. Identification of major programs:  |             |

#### CFDA Number

#### Name of Federal Program

10.551	Food Stamps
10.561	State Administrative Matching Grants for Food Stamps Program
20.106	Airport Improvement Program
93.558	Temporary Assistance for Needy Families
93.658	Foster Care -- Title IV-E
93.778	Medical Assistance Program

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

### Section 1 (continued)

#### Federal Awards (continued)

- |   |              |
|---|--------------|
| 5. Dollar Threshold used to distinguish between Type A and Type B programs?       | \$ 3,000,000 |
| 6. Auditee qualified as a low-risk auditee under OMB Circular A-133, Section 530? | No           |

### Section 2

#### Financial Statement Findings

None reported.

### Section 3

#### Federal Award Findings and Questioned Costs

CFDA 20.106	08-SA-1
CFDA 93.558	08-SA-2
CFDA 93.558	08-SA-3
CFDA 93.558	08-SA-4
CFDA 93.558	08-SA-5
CFDA 93.658	08-SA-6
CFDA 93.658	08-SA-7
CFDA 93.778	08-SA-8
CFDA 93.778	08-SA-9

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

### Finding/Subject

### Findings/Noncompliance

#### Finding 08-SA-1

Airport  
Improvement  
Program  
CFDA 20.106

*Federal Grantor: U.S. Department of Transportation*  
*Pass-Through Entity: None*  
*Compliance Requirement: Reporting*  
*Reporting Requirement: Material Weakness; Material Non-Compliance in Relation to a Compliance Supplement Audit Objective*

Award No.  
Various  
Year: 2007/2008

#### Criteria

According to standard reporting requirements which are applicable to the Department's fiscal audit, the standard provides guidance in that if an entity is unable to draft its own financial statements or detect and correct errors in statements compiled by others, there may be a material weakness or significant deficiency. External auditors cannot be part of the Department's internal controls, including controls over the preparation of the financial statements, and are prohibited from auditing their own work as doing so impairs their independence.

The Schedule of Expenditures of Federal Awards (SEFA), while not a part of the basic financial statements, is audited in relation to the basic financial statements, in accordance with the requirements of OMB Circular A-133.

#### Condition

During our audit we observed that the "Period Covered by This Report" block of the Standard Form 271s (which are the forms used to claim reimbursement for expenditures incurred by the County under these grants) did not cover the dates of the invoices/expenditures for which reimbursement was being claimed. The County used the Standard Form 271s to compile the federal expenditures on the County's SEFA. Also, when calculating the federal expenditures for these grants the County used the dates from the Standard Form 271s instead of using the detailed General Ledger for the fiscal year. Because of this it appears these expenditures were reflected in the County's SEFA for FY 2007/2008 instead of FY 2006/2007.

#### Questioned Costs

No costs are questioned.

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

### Finding/Subject

### Findings/Noncompliance

#### Finding 08-SA-1 (continued)

Airport  
Improvement  
Program  
CFDA 20.106

#### Perspective

The amount of this misstatement was \$1,094,841.

#### Effect of Condition

Not being able to properly identify all federal expenditures by the appropriate fiscal year at the Department level could cause a material misstatement on the Schedule of Expenditures of Federal Awards. This could lead to action by federal and state grantor agencies, and may result in additional audit costs if the misstated information leads to changes in audit requirements.

#### Recommendation

Please review the SF 271s to ensure the expenditures are reported in the appropriate fiscal year. The Department currently has procedures in effect which should ensure that all federal expenditures are properly reported in the appropriate fiscal year. We recommend that the Department review the above exception and determine what occurred and whether or not additional procedures can be implemented to prevent recurrence of similar events.

#### Corrective Action Plan

The Audit reviewed federal revenue booked related to the FAA Airport Improvement Program (AIP).

The Audit finding was related to invoices recorded in the prior fiscal year, but federal revenue related to these expenditures was recorded in the current year. Historically, the date range was based on when the invoice was entered into the accounting system for payment. Future submissions will reflect the service period of the expenses on the request.

At fiscal year end the airport will coordinate more closely with GSA accounts payable to make sure revenue gets properly accrued for expenditures booked. Actual revenue will be tracked to budgeted revenues to identify those federal revenues not yet received. The accrued revenue will be calculated based on actual expenditures



COUNTY OF SAN LUIS OBISPO

Schedule of Findings and Questioned Costs  
Federal Awards Findings and Questioned Costs  
For the Year Ended June 30, 2008

Finding/Subject

Findings/Noncompliance

**Finding 08-SA-1**  
(continued)

Airport  
Improvement  
Program  
CFDA 20.106

Corrective Action Plan (continued)

recorded during the fiscal year.

A procedure will be prepared to detail the fiscal year end process to ensure Federal revenue recorded in the fiscal year agrees to capital expenditures recorded.

The contact person for this corrective action plan is Russell Stump, Accountant II. His telephone number is 805.788.2946.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

#### Finding/Subject

##### **Finding 08-SA-2**

Temporary  
Assistance for  
Needy Families  
(TANF)  
CFDA 93.558

Award No. n/a  
Year: 2007/2008

#### Findings/Noncompliance

*Federal Grantor:* U.S. Department of Health and Human Services  
*Pass-Through Entity:* State Department of Social Services  
*Compliance Requirement:* Eligibility  
*Reporting Requirement:* Material Weakness and Material Noncompliance in Relation to a Compliance Supplement Audit Objective

#### Criteria

The California State Department of Social Services in administering the California State Plan for Temporary Assistance of Needy Families (TANF) adopted regulations for the administration of the State Plan and published these regulations in the *California Department of Social Services Manual of Policies and Procedures*. These regulations require that an individual applying for TANF provide a birth certificate or other enumerated, alternate documents to show birth, age, and citizenship.

#### Condition

We tested eligibility in 24 TANF cases. In two cases the case files did not contain a birth certificate or one of the other enumerated, alternate documents under the *California Department of Social Services Manual of Policies and Procedures*, to show birth, age, and citizenship for an individual active on the case.

#### Questioned Costs

It appears questioned costs are \$1,728.

#### Perspective

It appears the County neglected to make the individuals applying for Federal assistance provide a legal document proving they are citizens of the United States prior to providing them assistance from Federal funds in some instances. The error rate for the sample was  $2 / 24 = 8.34\%$ .

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

### Finding/Subject

### Findings/Noncompliance

#### **Finding 08-SA-2** (continued)

Temporary  
Assistance for  
Needy Families  
(TANF)  
CFDA 93.558

#### Effect of the Condition

Birth certificates or acceptable alternative documents provide vital and reliable information about TANF applicants. Without such documents to prove applicant's birth, citizenship and age, fraud in the number of individuals in a family, critical age distinctions, and possibly citizenship may be difficult to detect, resulting in individuals being granted TANF benefits to which they are not entitled under federal law.

#### Recommendation

We recommend that the County review the requirement of obtaining the required legal documents to establish an individual's citizenship prior to awarding Federal Temporary Assistance for Needy Families (TANF) eligibility with County personnel who initiate TANF eligibility applications.

#### Corrective Action Plan

It is clear that the process in place is not being followed. A Desk Guide regarding Linkage to Program and Evidence of Age will be re-reviewed with all staff during a regularly scheduled Regional Training Day as a refresher. Supervisors will follow up by checking case folders for evidence of age for a period of time until it is demonstrated that the omission of obtaining birth certificates is corrected.

The contact person for this corrective action plan is Sharon Simmons, Program Manager II. Her telephone number is 805.781.1844.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-3</b>	<i>Federal Grantor: U.S. Department of Health and Human Services</i>
Temporary Assistance for Needy Families CFDA 93.558	<i>Pass-Through Entity: State Department of Social Services</i>
	<i>Compliance Requirement: Eligibility</i>
	<i>Reporting Requirement: Material Weakness and Material Noncompliance in Relation to a Compliance Supplement Audit Objective</i>
Award No. n/a	
Year: 2007/2008	<u>Criteria</u>

Any family that includes an adult, minor child head of household or a spouse of the head of household who has received assistance under any State program funded by federal TANF funds for sixty months (whether or not consecutive) is ineligible for additional federally funded TANF assistance. Certain exemptions apply in counting the months on Federal TANF assistance. The County's uses the WDTIP system to track this sixty-month, time-on-aid limit. When cases near the TANF sixty-month, time-on-aid limit, the WDTIP "clock" must be reviewed to determine whether or not any adjustments for exempt/nonexempt months is warranted. The case must be set to transfer to state funding at the end of the TANF sixty-months, time-on-aid limit.

#### Condition

We tested eligibility in 24 TANF cases and noted that for one case the WDTIP tracking for the TANF sixty-month, time-on-aid limit showed greater than 60 months. Specifically, the case showed 91 months. The required review of the WDTIP clock had not been performed. The TANF clock had expired on this case, but assistance was still being paid with federal funds.

#### Questioned Costs

It appears questioned costs are \$610.

#### Perspective

The error rate for the sample was  $1 / 24 = 4.17\%$ .

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

### Finding/Subject

#### **Finding 08-SA-3** (continued)

Temporary  
Assistance for  
Needy Families  
(TANF)  
CFDA 93.558

### Findings/Noncompliance

#### Effect of Condition

Not completing the sixty-month, time-on-aid tracking can result in individuals receiving federal TANF assistance for more than sixty months in violation of federal law.

#### Recommendation

We recommend that the County review its current system of ensuring that the sixty-month, time-on-aid limit is not exceeded and determine whether or not training, a review process and/or a revision to the system is warranted.

#### Corrective Action Plan

We will continue to monitor the accuracy of the input into CalWIN concerning TOA which interfaces with MEDS, as well as ensuring that the data in MEDS is correct. This is an ongoing problem that we have been aware of for some time and for which we started remediation over a year ago. The process for recording time on aid was recently the topic of a Regional Training Day presented by the MEDS Operator; in addition she is available in the regional offices to help ES staff with TOA and other MEDS issues several days per week. We will continue to monitor progress toward tolerance levels of accuracy in this area.

The contact person for this corrective action plan is Sharon Simmons, Program Manager II. Her telephone number is 805.781.1844.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

#### Finding/Subject

#### **Finding 08-SA-4**

Temporary  
Assistance for  
Needy Families  
CFDA 93.558

Award No. n/a  
Year: 2007/2008

#### Findings/Noncompliance

*Federal Grantor: U.S. Department of Health and Human Services*  
*Pass-Through Entity: State Department of Social Services*  
*Compliance Requirement: Eligibility/Special Tests (IEVS)*  
*Reporting Requirement: Material Weakness and Material Noncompliance in Relation to a Compliance Supplement Audit Objective*

#### Criteria

As required by § 1137 of the Social Security Act, income and benefit information from the Income Eligibility and Verification System (IEVS) database must be requested and used when making eligibility determinations. The County must review and compare the information obtained from IEVS against information contained in the case record to determine whether it affects the individual's eligibility or level of assistance, benefits or services.

#### Condition

We tested 24 cases and noted that four cases did not have current IEVS documents for all active individuals on the cases and six cases had no IEVS documents at all for at least one individual that was active on the case.

#### Questioned Costs

It appears questioned costs are \$7,768.

#### Perspective

We noted that the IEVS were either not current or missing for 15 individuals. We assumed an average number of individuals requiring an IEVS per case was 3.5. That means we tested for 84 IEVS with 15 IEVS not current or missing. The error rate for the sample was  $15 / 84 = 17.86\%$ .

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-4</b> (continued)  Temporary Assistance for Needy Families CFDA 93.558	<u>Effect of Condition</u>  The IEVS system is an elaborate, federally-mandated system which compiles government information for the purpose of tracking federal program eligibility data. Not requesting and using IEVS in eligibility determination can result in individuals receiving benefits to which they are not entitled.  <u>Recommendation</u>  We recommend that the Department review this omission to request, review, and compare the IEVS to information in the case record. We recommend that the Department attempt to determine why the current system of controls failed to prevent these exceptions and that the Department establish and communicate a policy designed to ensure that IEVS information is requested, received, and reviewed and that this review is documented in each case.  <u>Corrective Action Plan</u>  On 01/27/09 at the monthly Regional Supervisors meeting the new (Dec 08) Release19 upgrades for CalWIN will be reviewed with Participant Services Supervisors. Included in this release is the new review and response tracking of IEVS received through the interface. When IEVS are reviewed on line the case manager will have to declare discrepancies. No discrepancies declaration generates an automated case comment signed and date stamped. A discrepancy indicated opens the case comment window, for the Case Manager to document the issue. Supervisors will take back this new functionality to their staff. While paper IEVS will continue to generate, this Department is leaning towards a more paperless and privacy conscience options. We will continue to reinforce the necessity to document with a signature (paper IEVS) and/or case comments (on line IEVS) with staff and their Supervisors, until the new release. Reinforcement is through means of regional Staff Development trainings, monthly case reviews, and reminder Emails once the results of such audits are released, to name a few.  The contact person for this corrective action plan is Sharon Simmons, Program Manager II. Her telephone number is 805.781.1844.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-5</b>	<i>Federal Grantor: U.S. Department of Health and Human Services</i>
Temporary Assistance for Needy Families CFDA 93.558	<i>Pass-Through Entity: State Department of Social Services</i>
	<i>Compliance Requirement: Eligibility/Special Tests (Required Welfare to Work Participation)</i>
	<i>Reporting Requirement: Material Weakness and Material Noncompliance in Relation to a Compliance Supplement Audit Objective</i>
Award No. n/a	
Year: 2007/2008	

#### Criteria

Each adult receiving Federal TANF assistance must participate in the Welfare to Work Program (WTW) unless the person is exempt by reason of their status or the person is granted an exemption. If such an individual refuses to engage in WTW activities, the Department must sanction the individual during the period of time of refusal to participate in WTW.

#### Condition

We tested 24 TANF cases and noted four cases where we could not verify whether the adult receiving aid on the case was participating with the Welfare-to-Work requirements based on the documents in the file.

#### Questioned Costs

It appears questioned costs are \$4,394.

#### Perspective

The error rate for the sample was  $4 / 24 = 16.67\%$ .

#### Effect of the Condition

The effect of not having the proper documentation in the case files to verify whether those individuals who are noncompliant with the WTW program is that individuals could receive TANF benefits to which they are not entitled.



# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

### Finding/Subject

**Finding 08-SA-5**  
(continued)

Temporary  
Assistance for  
Needy Families  
(TANF)  
CFDA 93.558

### Findings/Noncompliance

#### Recommendation

We recommend that the County review its internal control system of ensuring that each adult individual who must participate in WTW, but does not, is sanctioned as required by law. If any improvement in the design or operation of internal controls is warranted, the improvement should be implemented.

#### Corrective Action Plan

It is a requirement of the CalWORKs program for every adult caretaker to attend the WTW Orientation. Create a desk guide for staff with the WTW Orientation process, because this is where the WTW 1 is obtained, with the participant's signature. It will be part of the process to control for those participants who have failed to attend Orientation, to ensure that the non-compliance process will start. Furthermore, training to familiarize all staff with the importance of the WTW 1 form and the complete WTW process will be scheduled and conducted utilizing the Regional Training Days.

The contact person for this corrective action plan is Sharon Simmons, Program Manager II. Her telephone number is 805.781.1844.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-6</b>	<i>Federal Grantor: U.S. Department of Health and Human Services</i>
Foster Care	<i>Pass-Through Entity: State Department of Social Services</i>
Title IV-E	<i>Compliance Requirement: Eligibility</i>
CFDA 93.658	<i>Reporting Requirement: Material Weakness and</i>
	<i>Material Noncompliance in Relation to a</i>
Award No. n/a	<i>Compliance Supplement Audit Objective</i>
Year: 2007/2008	

#### Criteria

A child must meet the eligibility requirements of the former Aid to Families with Dependent Children (AFDC) program, that is, meeting the State established standard of need as of July 16, 1996, prior to enactment of the Personal Responsibility and Work Opportunity Reconciliation Act. (42 USC 672(a)).

#### Condition

We tested eligibility in 24 Foster Care cases. Two cases were missing the required documentation to support AFDC eligibility needed prior to placing the children in the foster family homes.

#### Questioned Costs

No costs are questioned because we were able to determine that each of these cases were eligible for federal funding based on alternate documents.

#### Perspective

It appears that the County neglected to receive and/or review satisfactory AFDC eligibility requirements for children living in foster family homes prior to placing the children in these foster family homes. The error rate for the sample was  $2 / 24 = 8.34\%$ .

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-6</b> (continued)	<u>Effect of the Condition</u>
Foster Care Title IV-E CFDA 93.658	Without appropriate documentation, the County could be placing children in foster family homes or child-care institutions and using federal funds when all eligibility requirements for federal funds have not been satisfied.
	<u>Recommendation</u>
	We recommend the County review the requirements for properly obtaining and executing AFDC eligibility requirements for all children in foster family homes. We further recommend the County review its internal controls for County employees to track and review eligibility records to ensure that all children living in foster family homes have satisfactorily met AFDC eligibility requirements prior to placing the children in foster family homes.
	<u>Corrective Action Plan</u>
	AFDC-FC eligibility training, with an emphasis on the FC-3 and supporting documentation has been conducted and will continue to be trained on a regular basis. In addition, an extensive training on the completion requirements and details of the SOC 815 was given to the Foster Care eligibility workers.
	San Luis Obispo County has implemented monthly Foster Care meetings with all Foster Care eligibility workers. Regulation updates, trainings and discussions are conducted during these meetings.
	A formal induction training has been created and all new Foster Care eligibility workers are required to attend attend this training prior to going on-line. Eligibility Supervisor also attends this induction training to facilitate accurate review of Foster Care cases.
	The contact person for this corrective action plan is Kim Wooten, Program Manager. Her telephone number is 805.781.1839.

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-7</b>	<i>Federal Grantor: U.S. Department of Health and Human Services</i>
Foster Care	<i>Pass-Through Entity: State Department of Social Services</i>
Title IV-E	<i>Compliance Requirement: Eligibility</i>
CFDA 93.658	<i>Reporting Requirement: Material Weakness and</i>
	<i>Material Noncompliance in Relation to a</i>
Award No. n/a	<i>Compliance Supplement Audit Objective</i>
Year: 2007/2008	

#### Criteria

All adults living in the potential foster family home must have satisfactorily met a criminal records check prior to disbursement of federal foster care funds to the foster family. (45 CFR sections 1356.30(a) and (b)).

#### Condition

We tested the eligibility of 24 Foster Care cases and noted that documentation of the required background checks was not available for one of the tested cases.

#### Questioned Costs

No costs are questioned because we were able to determine that each of these cases were eligible for federal funding based on alternate documents.

#### Perspective

The error rate for the sample was  $1 / 24 = 4.17\%$ .

#### Effect of Condition

When documentation of all criminal background checks performed is not retained, the County is unable to definitively establish that the background checks were performed, and is therefore ineligible for federal financial participation in the affected cases. Without a system that ensures this documentation is on file prior to making federal foster care payments, the County could be subject to disallowed costs.

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-7</b> (continued)	<u>Recommendation</u>
Foster Care Title IV-E CFDA 93.658	<p>We recommend the County review its internal controls for County employees to track and review criminal records checks to ensure all adults living in the potential foster family home have satisfactorily met a criminal records check prior to placing children in the foster family home.</p> <p><u>Corrective Action Plan</u></p> <p>San Luis Obispo County has implemented a more formal tracking system by including a gatekeeper between the eligibility workers and licensing administrative assistant. This ensures that all clearances are received before payment is made.</p> <p>It was discovered that a CalWIN entry was made in error. We have since revised our policies and trained Foster Care Eligibility.</p> <p>We have made claim adjustments to this case. No fed financial participation will be claimed for the period of ineligibility.</p> <p>The contact person for this corrective action plan is Kim Wooten, Program Manager. Her telephone number is 805.781.1839.</p>

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

#### Finding/Subject

#### Findings/Noncompliance

#### Finding 08-SA-8

Medical  
Assistance  
Program  
CFDA 93.778

Award No. n/a  
Year: 2007/2008

*Federal Grantor: U.S. Department of Health and Human Services*  
*Pass-Through Entity: State Departments of Social Services and Health Services*  
*Compliance Requirement: Eligibility (IEVS)*  
*Reporting Requirement: Material Weakness and Material Noncompliance in Relation to a Compliance Supplement Audit Objective*

#### Criteria

As required by § 1137 of the Social Security Act, income and benefit information from the Income Eligibility and Verification System (IEVS) database must be requested and used when making eligibility determinations. The County must review and compare the information obtained from IEVS against information contained in the case record to determine whether it affects the individual's eligibility or level of assistance, benefits or services.

#### Condition

We tested 24 Medical cases and noted that one case had current IEVS but they had not been signed and dated by the Eligibility Worker and three cases did not have any IEVS documents for at least one individual that was active on the case.

#### Questioned Costs

No costs are questioned because the State of California distributes all federal monies to pay for medical expenses. The County does not have access to this medical expense information.

#### Perspective

We noted that the IEVS were either not signed and dated by the Eligibility Worker or missing for 6 individuals. We assumed an average number of individuals requiring an IEVS per case was 3.5. That means we tested for 84 IEVS with 6 IEVS not signed and dated or missing. The error rate for the sample was  $6 / 84 = 7.15\%$ .

# COUNTY OF SAN LUIS OBISPO

## Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

Finding/Subject	Findings/Noncompliance
<b>Finding 08-SA-8</b> (continued)	<u>Effect of Condition</u>
Medical Assistance Program CFDA 93.778	<p>The IEVS system is an elaborate, federally-mandated system which compiles government information for the purpose of tracking federal program eligibility data. Not requesting and using IEVS in eligibility determination can result in individuals receiving benefits to which they are not entitled.</p>
	<u>Recommendation</u>
	<p>We recommend that the Department review this omission to request, review, and compare the IEVS to information in the case record. We recommend that the Department attempt to determine why the current system of controls failed to prevent these exceptions and that the Department establish and communicate a policy designed to ensure that IEVS information is requested, received, and reviewed and that this review is documented in each case.</p>
	<u>Corrective Action Plan</u>
	<p>On 01/27/09 at the monthly Regional Supervisors meeting the new (Dec 08) Release19 upgrades for CalWIN will be reviewed with Participant Services Supervisors. Included in this release is the new review and response tracking of IEVS received through the interface. When IEVS are reviewed on line the case manager will have to declare discrepancies. No discrepancies declaration generates an automated case comment signed and date stamped. A discrepancy indicated opens the case comment window, for the Case Manager to document the issue. Supervisors will take back this new functionality to their staff. While paper IEVS will continue to generate, this Department is leaning towards a more paperless and privacy conscience options. We will continue to reinforce the necessity to document with a signature (paper IEVS) and/or case comments (on line IEVS) with staff and their Supervisors, until the new release. Reinforcement is through means of regional Staff Development trainings, monthly case reviews, and reminder Emails once the results of such audits are released, to name a few.</p>
	<p>The contact person for this corrective action plan is Pati Garcia, Program Manager. Her telephone number is 805.781.1893.</p>

## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

<u>Finding/Subject</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-9</b>	<i>Federal Grantor: U.S. Department of Health and Human Services</i>
Medical Assistance Program CFDA 93.778	<i>Pass-Through Entity: State Departments of Social Services and Health Services</i>
Award No. n/a Year: 2007/2008	<i>Compliance Requirement: Eligibility (Yearly Redeterminations)</i> <i>Reporting Requirement: Significant Deficiency and Material Noncompliance in Relation to a Compliance Supplement Audit Objective</i>

#### Criteria

Every 12 months the County must redetermine the eligibility of Medi-Cal recipients with respect to circumstances that may change (e.g., income eligibility). The County must have procedures designed to ensure that recipients make timely and accurate reports of any changes in circumstances that may affect their eligibility. The County must promptly reassess eligibility when it receives information about changes in a recipient's circumstances that may affect his or her eligibility (42 CFR 435.916).

#### Condition

Of the 24 cases tested, the required yearly redetermination had not been performed in one case.

#### Questioned Costs

No costs are questioned because the State of California distributes all federal monies to pay for medical expenses. The County does not have access to this medical expense information.

#### Perspective

The error rate for the sample was  $1 / 24 = 4.17\%$ .

#### Effect of the Condition

Individuals who are no longer eligible for Medi-Cal Assistance might continue receiving this assistance if redeterminations are not conducted in a timely manner.



## COUNTY OF SAN LUIS OBISPO

### Schedule of Findings and Questioned Costs Federal Awards Findings and Questioned Costs For the Year Ended June 30, 2008

#### Finding/Subject

#### Findings/Noncompliance

**Finding 08-SA-9**  
(continued)

Medical  
Assistance  
Program  
CFDA 93.778

#### Recommendation

We recommend that a review process be implemented to ensure that the required annual redeterminations for the Medi-Cal Assistance Program are conducted.

#### Corrective Action Plan

To provide Case Managers caseload management training to assist in meeting all deadlines; including annual redeterminations for on going Medi-Cal eligibility. This would include but no limited to ordering IEVS to have available when redetermination paper work is due back from participant, documentation of receipt (either on line or paper) of required verifications of income and assets both from the participant and other federal state and county systems. Following the same process each time they start a task as to not forget any of the multiple steps involved. Utilize CalWIN as a checklist for verifications received and allowing it to generate a verification checklist for those not received with pre-programmed timeframes for which to provide. Teaching how best to utilize the cases alerts generated to ensure they are up to date with the actions that are taking place automatically, and information received via the interface daily in CalWIN.

The contact person for this corrective action plan is Pati Garcia, Program Manager. Her telephone number is 805.781.1893.

# COUNTY OF SAN LUIS OBISPO

## Summary Schedule of Prior Audit Findings Financial Statements For the Year Ended June 30, 2008

Audit Reference Number	Status of Prior Year Audit Findings
<b>Finding 07-FS-1</b>	<u>Recommendation</u>
<b>Construction Contracts Payable</b>	We recommend that the Auditor-Controller's Office enforce its policy that all significant payments made subsequent to year-end be reviewed by the Auditor-Controller's Office during the payment process. In addition, the General Services and Public Works departments need to improve their year-end closing processes for identifying large construction-related invoices received subsequent to year-end for services provided during the fiscal year.
Material Weakness Original Finding Year: 2006-2007	<u>Status</u>
	Corrected. The Auditor-Controller has worked with departments to improve their procedures for identifying material construction payments prior to year-end closing. In addition, the Auditor-Controller has initiated procedures that insure all significant payments attributable to year-end are properly recorded.

# COUNTY OF SAN LUIS OBISPO

## Summary Schedule of Prior Audit Findings Federal Awards For the Year Ended June 30, 2008

Audit Reference Number	Status of Prior Year Audit Findings
<b>Finding 05-1</b>	<u>Recommendation</u>
Medical Assistance Program CFDA 93.778	We recommend that a review process be implemented to ensure that the required annual redeterminations for the Medi-Cal Assistance Program are conducted. If necessary, we recommend that the County assign more personnel resources to performing redeterminations.
Award No. n/a Original Finding Year: 2004-2005	<u>Status</u>
	Partially implemented. Desk guides and policies have been reviewed with unit supervisors. Staff is aware of the required accurate and timely steps for this procedure and supervisors monitor the follow-through. This is a reoccurring finding in the current year.
<b>Finding 05-2</b>	<u>Recommendation</u>
Medical Assistance Program CFDA 93.778	We recommend that the Department review this omission to request, review, and compare the IEVS to information in this case record. We recommend that the Department attempt to determine why the current system of controls failed to prevent these exceptions and that the Department implement procedures to prevent recurrence of these exceptions.
Award No. n/a Original Finding Year: 2004-2005	<u>Status</u>
	Partially implemented. Desk guides and policies have been reviewed with unit supervisors. Staff is aware of the required accurate and timely steps for this procedure and supervisors monitor the follow-through. This is a reoccurring finding in the current year.
<b>Finding 05-3</b>	<u>Recommendation</u>
Medical Assistance Program CFDA 93.778	We recommend that training be implemented on (1) Schedule C income add-back requirements; and (2) reading wage stubs to determine frequency of payroll to ensure that income input into the eligibility system will match the income documented on file. The Schedule C exception is an error which seems common with less experienced staff, who may not be familiar with self-employment income adjustments.
Award No. n/a Original Finding Year: 2004-2005	

## COUNTY OF SAN LUIS OBISPO

### Summary Schedule of Prior Audit Findings Federal Awards For the Year Ended June 30, 2008

Audit Reference Number	Status of Prior Year Audit Findings
<b>Finding 05-3</b> (continued)  Medical Assistance Program CFDA 93.778	<u>Status</u>  Implemented.
<b>Finding 06-1</b>  Temporary Assistance for Needy Families CFDA 93.558  Award No. n/a Original Finding Year: 2005-2006	<u>Recommendation</u>  We recommend that the Department review this omission to request, review, and compare the IEVS to information in this case record. We recommend that the Department attempt to determine why the current system of controls failed to prevent these exceptions and that the Department establish and communicate a policy designed to ensure that IEVS information is reviewed and this review is documented in each case.  <u>Status</u>  Partially implemented. CalWIN Change Request Release – R19, which is being tested now and due to be released in Dec. will address this finding. This release allows workers to not only review IEVS on line (like now) but to indicate they have done so and if there are discrepancies or not by the way of case comments. The case comments will be system generated if the worker indicates that the IEVS were reviewed and no discrepancies were found or mandatory case comments if the worker indicated there were discrepancies. Another new feature is the ability to indicate if case was denied or discontinued because of the IEVS review. Whatever the out come of reviewing IEVS is there will be a record of it once R19 is in production.

**SUPPLEMENTARY SCHEDULE  
OF GRANT EXPENDITURES**

# COUNTY OF SAN LUIS OBISPO

## Supplementary Schedule of Grant Expenditures For the Year Ended June 30, 2008

### California Office of Emergency Services

The following represents expenditures for Office of Emergency Services programs for the year ended June 30, 2008. The amount reported in the Schedule of Expenditures of Federal Awards is determined by calculating the federal portion of the current year expenditures.

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period Through June 30, 2007	For the Year Ended June 30, 2008	Cumulative As of June 30, 2008	Federal Share	State Share	County Share
<u>VW07260400 Victim Witness Assistance</u>						
Personal services	\$ --	\$ 187,887	\$ 187,887	\$ 83,341	\$ 104,546	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 187,887</u>	<u>\$ 187,887</u>	<u>\$ 83,341</u>	<u>\$ 104,546</u>	<u>\$ --</u>
<u>EA06090400 Vic. Wit. Elder Abuse</u>						
Personal services	\$ --	\$ 131,250	\$ 131,250	\$ 105,000	\$ --	\$ 26,250
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 131,250</u>	<u>\$ 131,250</u>	<u>\$ 105,000</u>	<u>\$ --</u>	<u>\$ 26,250</u>
<u>VCGCB 7057 Victim Claims Unit</u>						
Personal services	\$ --	\$ 202,591	\$ 202,591	\$ --	\$ 202,594	\$ --
Operating expenses	--	23,322	23,322	--	23,322	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 225,913</u>	<u>\$ 225,913</u>	<u>\$ --</u>	<u>\$ 225,916</u>	<u>\$ --</u>
<u>VB07050400 OES Vertical Prosecution Block Grant</u>						
Personal services	\$ --	\$ 146,981	\$ 146,981	\$ --	\$ 146,981	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 146,981</u>	<u>\$ 146,981</u>	<u>\$ --</u>	<u>\$ 146,981</u>	<u>\$ --</u>
<u>VCGC7074 Restitution Recovery JPA</u>						
Personal services	\$ --	\$ 40,058	\$ 40,058	\$ --	\$ 40,058	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 40,058</u>	<u>\$ 40,058</u>	<u>\$ --</u>	<u>\$ 40,058</u>	<u>\$ --</u>

# COUNTY OF SAN LUIS OBISPO

## Supplementary Schedule of Grant Expenditures For the Year Ended June 30, 2008

### California Office of Emergency Services (continued)

	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period	For the Year	Cumulative	Federal	State	County
	Through June 30, 2007	Ended June 30, 2008	As of June 30, 2008	Share	Share	Share
<u>MS 07060400 Marijuana Eradication Program</u>						
Personal services	\$ --	\$ 133,640	\$ 133,640	\$ 133,640	\$ --	\$ --
Operating expenses	--	19,450	19,450	19,450	--	--
Equipment	--	24,078	24,078	24,078	--	--
Totals	<u>\$ --</u>	<u>\$ 177,168</u>	<u>\$ 177,168</u>	<u>\$ 177,168</u>	<u>\$ --</u>	<u>\$ --</u>
<u>DC 07180400 Gang Task Force</u>						
Personal services	\$ --	\$ 167,479	\$ 167,479	\$ 167,479	\$ --	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 167,479</u>	<u>\$ 167,479</u>	<u>\$ 167,479</u>	<u>\$ --</u>	<u>\$ --</u>

### California Department of Corrections and Rehabilitation Grants

The following represents expenditures for the California Department of Corrections and Rehabilitation programs for the year ended June 30, 2008. The amount reported in the Schedule of Expenditures of Federal Awards is determined by calculating the federal portion of the current year expenditures.

	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period	For the Year	Cumulative	Federal	State	County
	Through June 30, 2007	Ended June 30, 2008	As of June 30, 2008	Share	Share	Share
<u>CSA 166-07-Juvenile Accountability Block Grant (JABG)</u>						
Personal services	\$ --	\$ 15,081	\$ 15,081	\$ 13,573	\$ --	\$ 1,508
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 15,081</u>	<u>\$ 15,081</u>	<u>\$ 13,573</u>	<u>\$ --</u>	<u>\$ 1,508</u>
<u>CSA 740-07-Juvenile Probation and Camps Funds (JPCF)</u>						
Personal services	\$ --	\$ 1,013,424	\$ 1,013,424	\$ --	\$ 1,013,424	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 1,013,424</u>	<u>\$ 1,013,424</u>	<u>\$ --</u>	<u>\$ 1,013,424</u>	<u>\$ --</u>

# COUNTY OF SAN LUIS OBISPO

## Supplementary Schedule of Grant Expenditures For the Year Ended June 30, 2008

### California Department of Justice Grant

The following represents expenditures for Office of Emergency Services programs for the year ended June 30, 2008. The amount reported in the Schedule of Expenditures of Federal Awards is determined by calculating the federal portion of the current year

Program	For the Period Through June 30, 2007	For the Year Ended June 30, 2008	Cumulative As of June 30, 2008	Federal Share	State Share	County Share
<u>07SA14D027 Spousal Abuser Prosecution</u>						
Personal services	\$ --	\$ 39,913	\$ 39,913	\$ --	\$ 39,913	\$ --
Operating expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 39,913</u>	<u>\$ 39,913</u>	<u>\$ --</u>	<u>\$ 39,913</u>	<u>\$ --</u>

### California Department of Insurance Grants

The following represents expenditures for a California Department of Insurance grants for the year ended June 30, 2008.

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period Through June 30, 2007	For the Year Ended June 30, 2008	Cumulative As of June 30, 2008	Federal Share	State Share	County Share
<u>Automobile Insurance Fraud</u>						
Personal services	\$ --	\$ 80,764	\$ 80,764	\$ --	\$ 80,764	\$ --
Operating expenses	--	14,711	14,711	--	14,711	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 95,475</u>	<u>\$ 95,475</u>	<u>\$ --</u>	<u>\$ 95,475</u>	<u>\$ --</u>
<u>Worker's Comp Insurance Fraud</u>						
Personal services	\$ --	\$ 75,481	\$ 75,481	\$ --	\$ 75,481	\$ --
Operating expenses	--	4,519	4,519	--	4,519	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ --</u>	<u>\$ 80,000</u>	<u>\$ 80,000</u>	<u>\$ --</u>	<u>\$ 80,000</u>	<u>\$ --</u>